

LORETTO TELEPHONE COMPANY, INC.  
P. O. BOX 130  
LORETTO, TENNESSEE 38469

'02 FEB 7 PM 3 57

EXECUTIVE SECRETARY

February 7, 2002

Mr. K. David Waddell  
Executive Secretary  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, TN 37243-0505


02-00137

Dear Mr. Waddell:

Enclosed is our filing related to the Pass Through of Estimated Property Tax Savings per Public Acts of 2001 Chapter 195. Our filing includes supporting calculations that estimate our share of projected net tax savings and price-outs that reflect the flow through of the estimated net tax savings to business customers, as requested in your letter of December 20, 2001.

If you have any questions related to this filing, please contact Desda K. Hutchins at 931/853-5000 Ext. 128.

Sincerely,



Louise Brown  
President

PS/02

LORETTO TELEPHONE COMPANY, INC.

2002 Estimated Property Tax Savings and Pass Through Amount

Loretto's 2001 Assessment	\$ 5,100,000
Total Assessment – All Companies	\$1,674,599,000
Loretto's Assessment % to Total	0.30%
Estimated Ad Valorem Tax Reduction Fund	\$ 12,784,000
Loretto's Share of AVTR Fund	\$ 38,934
Cost of Compliance (Programming Modifications, Inserts, and Admin.)	\$ 1,000
Net Pass Through	\$ 37,934
Business Access Lines @ 02/01/02	722
Net Pass Through per Business Access Line	\$ 52.54
Number of Months	18
Monthly Business Customer Credit	\$ 2.92

Loretto Telephone Company, Inc.  
Proposed wording for Credit and Bill Message  
House Bill - 864

1. Line description for business customer credit

**Property tax savings Pass Through.**

2. Bill Insert

**Tennessee General Assembly enacted House Bill 864 which requires a company engaged in the business of providing telecommunications services that receives a net tax savings as a result of receiving tax equity payments under this Act, to pass the benefit (savings) onto Business customers. Therefore, effective January 1, 2002, Business customers will receive a \$2.92 monthly credit for a total of 18 months through June, 2003. The credit that appears on the April 1, 2002 billing reflects a retro-active credit for four (4) months (January, 2002 – April, 2002) of \$11.68. Beginning in May, 2002, the monthly credit amount will be \$2.92.**

LORETTO TELEPHONE COMPANY, INC.

**ALL EXCHANGE TARIFFS  
PART III**

**TITLE PAGE**

**LOCAL EXCHANGE SERVICE TARIFFS**

**Schedule of rates and charges, and  
regulations governing Local Exchange  
Services and applying in all exchanges  
of the Company and in the  
State of Tennessee**

**GENERAL SUBSCRIBER SERVICE TARIFF**

LORETTO TELEPHONE  
COMPANY, INC.  
TENNESSEE

ISSUED: February 7, 2002

1<sup>st</sup> Revised Sheet 1 (T)

EFFECTIVE: January 1, 2002 (T)

BY: PRESIDENT 

**Table of Contents**

	<u>Sheet No.</u>
Title Page	
Table of Contents	1 <sup>st</sup> Revised Sheet 1 (T)
Application and Explanation of Symbols	2 (T)
List of Exchanges – Local Service Rates	1 <sup>st</sup> Revised Sheet 3 (T)

GENERAL SUBSCRIBER SERVICE TARIFF

LORETTO TELEPHONE  
COMPANY, INC.  
TENNESSEE

ORIGINAL SHEET 2

ISSUED: June 15, 1998

EFFECTIVE: August 1, 1998

BY: PRESIDENT 

APPLICATION AND EXPLANATION OF SYMBOLS

A. Application

These Tariffs apply to the Local Telephone Exchange Services of the Loretto Telephone Company, Inc., hereinafter referred to as the Telephone Company in its exchanges as follows:

Exchanges	County
<u>Loretto, Tennessee</u>	<u>Lawrence</u>
<u>Leoma, Tennessee</u>	<u>Lawrence</u>
<u>St. Joseph, Tennessee</u>	<u>Lawrence</u>
<u>Ethridge, Tennessee</u>	<u>Lawrence</u>
<u>Five Points, Tennessee</u>	<u>Lawrence</u>

The provision of service is also subject to the rates, charges, Rules and Regulations in Part I, II, and IV of these Tariffs of the Telephone Company which parts as they now exist or as they be revised, added to, or supplemented by superseding issues are hereby made a part of these Local Exchange Service Tariffs.

These Tariffs cancel and supersede all other Tariffs of the Telephone Company issued and effective prior to the effective date of these Tariffs.

GENERAL SUBSCRIBER SERVICE TARIFF

LORETTO TELEPHONE  
COMPANY, INC.  
TENNESSEE

1<sup>st</sup> Revised SHEET 3 (T)

ISSUED: February 7, 2002

EFFECTIVE: January 1, 2002 (T)

BY: PRESIDENT 

ETHRIDGE, FIVE POINTS, LEOMA, LORETTO, ST. JOSEPH EXCHANGES

1. General

- A. The rates quoted in this tariff are subject to orders entered in applicable cases by the Tennessee Regulatory Authority and in case of conflict the rates specifically approved by the commission shall cover. Unless otherwise specified, these rates are for periods of one month and are payable monthly in advance. They entitle the customer to exchange telephone service within the Ethridge, Five Points, Leoma, Loretto, and St. Joseph exchanges.
- B. The rates quoted herein also entitle the subscribers of Loretto Telephone Company, Inc. to call without additional charge any of the exchanges of Loretto Telephone Company, Inc. and the exchanges of Lawrenceburg and Summertown, Tennessee of the South Central Bell Telephone Company.

<u>Class of Service</u>	<u>Service Rate</u>
Business 1 Party	\$29.95
Residence 1 Party	13.35
Paystation Business	44.93

No Extra Line Mileage or Zone Charges apply in these Exchanges.

Monthly Business Customer Credit

Property Tax savings per Public Acts of 2001 Ch. 195      \$ 2.92      (C)